

LEGISLATIVE FACT SHEET

DATE: 04/17/13

BT or RC No: _____
(Administration Bills)

SPONSOR: Office of Economic Development
(Department/Division/Agency/Council Member)

PURPOSE/SUMMARY:

Raillex LLC is logistics provider specializing in operating expedited refrigerated unit trains serving the food, produce, beverage, pharmaceutical and manufacturing industries. Currently they own and operate 3 logistics facilities in the US in Delano, CA; Wallula, WA; and Schenectady, NY. Raillex proposes to develop a temperature-controlled logistics facility in Jacksonville. They have identified an 18 acre tract located at the Florida East Coast rail yard on Philips Highway. The estimated development cost for the entire project is \$105.7 million. The project development site cost estimate is \$45.7 million. The project will create up to 310 new full-time economic based jobs at an average wage of \$47,581 plus benefits no later than December 31, 2018.

APPROPRIATION: Total Amount Appropriated: \$0.00 as follows:

(Name of Fund as it will appear in title of legislation) _____

Name of Federal Funding Source: _____ Amount: _____

Name of State Funding Source: _____ Amount: _____

Name of City of Jax Funding Source: _____ Amount: \$0.00

Name of In-Kind Contribution: _____ Amount: _____

Name of Bond Acct: _____ Amount: _____

Bond Account Number: _____

IMPACT - FINANCIAL / OTHER:

To support the continued job growth in this specialized industry in Florida the Governor's Office and Florida Department of Economic Opportunity and Florida Department of Transportation have identified a public investment package to assist Raillex to locate their specialized multi-modal logistics facility in Jacksonville resulting in the creation of up to 310 new jobs at QTI level wages averaging \$47,851 plus benefits no later than December 31, 2018. The public investment proposed includes QTI payments with Brownfield Bonus of \$1,705,000 (\$5,500 per job), City portion is 20% or \$341,000; Department of Transportation Economic Development Transportation Fund Grant of \$5,000,000 and a City of Jacksonville REV Grant of up to \$1,600,000 (50% of incremental increase in ad valorem tax revenue for 10 years). The private capital investment necessary to develop the proposed 252,000 S.F. logistics facility including up to 21,000 linear feet of rail is \$45.7 million and an additional \$60 million investment in rolling stock comprising refrigerated rail cars brings the total private capital investment up to \$105.7 million. Additional actions required to support this project include authorizing the City of Jacksonville to make application to the Florida Department of Transportation for a \$ 5 million EDTF grant, recommending Raillex be approved as a Qualified Target Industry business, and designating the project site as a Brownfield site.

ACTION ITEMS:

	Yes	No
Emergency?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Federal or State Mandates?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Fiscal Year Carryover?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
CIP Amendment?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Contract / Agreement (C/A) Approval?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
C/A Negotiations On-going?	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Justification of Emergency:

 (Attach CIP Form(s))
 (Attach a copy)

Oversight Department Required?
 Related RC/BT?
 Waiver of Code?
 Code Exception?
 Continuation of Grant?
 Surplus Property Certification?
 Related Enacted Ordinances?
 Report Required to City Council or
 Council Auditors?

X	
	X
	X
	X
	X
	X
	X
	X

Name of Dept.: Office of Economic Development
 (Attach a copy)
 Identify Code: _____
 Identify Code: _____
 (Attach a copy)
 Ordinance #: _____
 Date: _____ Frequency: _____

ADMINISTRATIVE TRANSMITTAL

To: MBRC, c/o Roselyn Chall, Budget Office, St. James Suite 325

Cc: Chris Hand, Chief of Staff, Office of the Mayor

From: Ted Carter, Executive Director, Office of Economic Development
 (Name, Job Title, Department)

Phone: 630-2455 E-mail: tcarter@coj.net

Contact Joe Whitaker, Business Retention and Recruitment Coordinator, OED
 Person: (Name, Job Title, Department)

Phone: 630-1624 E-mail: josephw@coj.net

COUNCIL MEMBER / INDEPENDENT AGENCY / CONSTITUTIONAL OFFICER TRANSMITTAL

To: Peggy Sidman, Office of General Counsel, St. James Suite 480
 Phone: 630-4647 E-mail: psidman@coj.net

From: _____
 (Name, Job Title, Department)

Phone: _____ E-mail: _____

Contact _____
 Person: (Name, Job Title, Department)

Phone: _____ E-mail: _____

Legislation from Independent Agencies require a resolution from the Independent Agency Board approving the legislation.

FACT SHEET IS REQUIRED BEFORE LEGISLATION IS INTRODUCED